TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1156 – SB 1185

April 19, 2017

SUMMARY OF ORIGINAL BILL: Requires the Chief Procurement Office (CPO) to provide the Comptroller of the Treasury (Comptroller) a list of all state governmental entity contracts, grants, and a cost of each, and update the list each time a state governmental entity enters into, cancels, amends, or extends a grant or contract. Requires the Comptroller to make the list available on the Comptroller's website. Requires the cost of creating and maintaining such a list to be offset by an administrative fee charged by the CPO on any contracts entered into, renewed, or amended on or after July 1, 2017.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenue – \$158,800/FY17-18 \$133,800/FY18-19 and Subsequent Years

Increase State Expenditures - \$158,800/FY17-18 \$133,800/FY18-19 and Subsequent Years

SUMMARY OF AMENDMENT (007709): Deletes all language after the enacting clause. Requires each state governmental entity to provide the Comptroller a list, on at least a quarterly basis, containing certain information pertaining to all contracts and grants, excluding grants for higher education or research, exceeding \$5,000, to the extent that the state governmental entity does not assume additional costs for providing such a list. Requires the CPO to provide the Comptroller such a list on behalf of executive branch state governmental entities excluding institutions of higher education, the University of Tennessee system, the state board of regents, and any state university board. Requires the CPO and each state governmental entity to use existing data and resources without reallocation of resources; prohibits information that is confidential under existing law from being provided; specifies that only information that is available to the public upon request shall be provided; and authorizes the information to be submitted in any form or format in which it is maintained in complying with the legislation to submit such lists. Requires the Comptroller to make the list available on the Comptroller's website.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

NOT SIGNIFICANT

Assumptions for the bill as amended:

- This legislation defines a "state governmental entity" as any agency, authority, board, commission, department, or office within the executive, branch of state government, or any autonomous state agency, authority, board, commission, council, department, office, or institution of higher education other than the legislative or judicial branches of government.
- The information the list is required to include is as follows: the parties to each contract or grant; the effective date of each contract or grant; the amount payable under each contract or grant; and a description of the services acquired or performed.
- Based on information provided by the University of Tennessee, the review of contracts for confidential information would require the hiring of additional personnel; therefore, the University of Tennessee would not be able to supply such information without assuming additional costs.
- Based on information provided by the CPO and the Tennessee Board of Regents, any fiscal impact to the departments is estimated to be not significant.
- Any fiscal impact to state government resulting from this legislation is estimated to be not significant.
- Based on information provided by the Comptroller, website list creation and updating can be accommodated within existing resources.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Krista M. Lee, Executive Director

Krista M. Lee

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